

Los Angeles County Board of Supervisors

March 13, 2015

Hilda L. Solis

First District

Mark Ridley-Thomas Second District

> Sheila Kuehl Third District

Don Knabe Fourth District

Michael D. Antonovich Fifth District

Mitchell H. Katz, M.D.

Hal F. Yee, Jr., M.D., Ph.D. Chief Medical Officer

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www.dhs.lacounty.gov

To ensure access to high-quality, patient-centered, cost-effective health care to Los Angeles County residents through direct services at DHS facilities and through collaboration with community and university partners

TO:

Michael D. Antonovich, Mayor

Supervisor Hilda L. Solis

Supervisor Mark Ridley-Thomas

Supervisor Sheila Kuehl Supervisor Don Knabe

FROM:

Mitchell No.

Director

SUBJECT:

NOTIFICATION OF DEPARTMENT OF

HEALTH SERVICES' USE OF DELEGATED AUTHORITY TO EXTEND THE PROSTHETIC AND ORTHOTIC APPLIANCE SERVICES

MASTER AGREEMENTS

This is to advise the Board that the Department of Health Services (DHS) has exercised its delegated authority, which was approved on February 3, 2009 (attached), which allows the Director of Health Services, or his authorized designee, to extend the term of the Prosthetic and Orthotic Appliance Services Master Agreement for the facilities.

There are currently nine (9) contractors under the Master Agreement that provide Prosthetic and Orthotic devices and services to DHS Services under the Master Agreements measurement, fitting, adjustment and delivery of appliance(s), and training of patients in the use of such appliances(s). This Master Agreement extension will allow for the second one-year option period March 1, 2015 through February 29, 2016.

County Counsel has reviewed and approved as to form. The Chief Executive Office has also reviewed and approved the Amendment.

If you have any questions or require additional information, please let me know.

MHK:jo

Attachment

Chief Executive Office **County Counsel** Executive Office, Board of Supervisors

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February 3, 2009



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Los Angeles County Board of Supervisors

> Gloria Molina First District

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> Zev Yaroslavsky Third District

> > Don Knabe Fourth District

Michael D. Antonovich Fifth District

John F. Schunhoff, Ph.D. Interim Director

Robert G. Splawn, M.D. Interim Chief Medical Officer

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To improve health through leadership, service and education

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, CA 90012

Dear Supervisors:

APPROVAL OF PROSTHETIC AND ORTHOTIC APPLIANCE SERVICES MASTER AGREEMENT (ALL SUPERVISORIAL DISTRICTS) (3 VOTES)

SUBJECT

Request approval to execute Master Agreements with six vendors for the provision of prosthetic and orthotic appliance services at Department of Health Services (DHS) facilities

IT IS RECOMMENDED THAT YOUR BOARD:

- Approve and instruct the Interim Director of Health Services, or his designee, to execute a Master Agreement with each of the six vendors listed on Attachment I, for the provision of prosthetic and orthotic appliance services at Harbor-UCLA Medical Center, High Desert Health System, LAC+USC Healthcare Network, Martin Luther King, Jr. Multi-Service Ambulatory Care Center, Olive View/UCLA Medical Center, Rancho Los Amigos National Rehabilitation Center and Hubert H. Humphrey Comprehensive Health Center, effective March 1, 2009 through February 28, 2014, with provisions to extend the Agreement term for up to two additional one-year periods and month-to-month extensions for up to six months, at an estimated net County cost of \$2,953,792 per year.
- Delegate authority to the Interim Director of Health Services, or his 2. designee, to exercise the two additional one-year extension options, through February 29, 2016, and the month-to-month extension options for up to six months, through August 31, 2016, by executing amendments to the Master Agreement, subject to prior review and approval by County Counsel and the Chief Executive Office, with notification to your Board.



The Honorable Board of Supervisors February 3, 2009 Page 2

- 3 Delegate authority to the Interim Director of Health Services, or his designee, to amend the Agreement to add or delete DHS facilities, subject to prior review and approval by County Counsel and the Chief Executive Office, with notification to your Board.
- Delegate authority to the Interim Director of Health Services, or his designee, to execute Agreements with new qualified vendors under the Master Agreement who have been identified and selected through a qualification process, during the term of the Agreement

PURPOSE/JUSTIFICATION OF THE RECOMMENDED ACTIONS

Approval of the Master Agreement, substantially similar to Exhibit I, will allow for the continued provision of prosthetic and orthotic appliance services, on an as-needed basis, at DHS facilities. The County has contracted for prosthetic and orthotic appliance services for several years. Contractors are required to provide a variety of prosthetic and orthotic appliance, as well as certified orthotists and prosthetists whose duties include measurement, fitting, adjustment and delivery of appliance(s), and training of patients in the use of such appliance(s).

Approval of the recommended actions will allow for the effective administration of the Master Agreements and ensure timely response to critical patient needs throughout the County. These Master Agreements replace the current agreements that expire February 28, 2009.

Implementation of Strategic Plan Goals

The recommended actions support Goal 1, Service Excellence and Goal 7, Health and Mental Health of the County's Strategic Plan

FISCAL IMPACT/FINANCING

Under the Master Agreement, the Contractor shall be responsible for billing Medi-Cal, Medicare and private insurance for eligible patients. Services provided to Medicare eligible inpatients, Los Angeles County Health Plan members, Medi-Cal inpatients and County responsible indigent persons will be billed to the County. Expenditures under the Master Agreements will vary depending on the volume of services provided. Based on historical volume, the County's initial annual cost is estimated at \$2,953,792. Funding is included in the Fiscal Year 2008-09 Final Budget and will be requested in future fiscal years. Attachment II provides a breakdown of the DHS facilities estimated annual cost under the Agreements.

The Honorable Board of Supervisors February 3, 2009 Page 3

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

On September 21, 2004, your Board approved a form contract, effective through February 28, 2009 (including term extensions) for the provision of prosthetic and orthotic services, as a result of a Request for Qualifications (RFQ) released in January 2003.

The recommended Master Agreement will provide for the continued provision of prosthetic and orthotic appliance services, on an as-needed basis, which County employees, in-house staffing pool personnel, and County re-employment list personnel are not available to perform. Based on the extraordinary nature of prosthetic and orthotic appliance services, which cannot be otherwise provided by County personnel, DHS has determined that the Master Agreement is not a Proposition A agreement and therefore exempt from the Living Wage ordinance.

County Counsel has approved Exhibit I as to use and form. The Master Agreement includes all of the standard provisions mandated by your Board. Rates are standardized throughout all County facilities with implementation of this Master Agreement. The County may terminate the Master Agreement upon Contractor 10-day advance notice.

CONTRACTING PROCESS

On October 21, 2008, DHS released a Request for Statement of Qualifications (RFSQ) for prosthetic and orthotic appliance services, posting it on the DHS Contracts and Grants website and the County "Doing Business with Us" website. The initial Statement of Qualifications (SOQ) submission deadline was November 25, 2008, and the six recommended firms submitted SOQs by this deadline. The RFSQ is open continuously for responses and SOQs will continue to be accepted and reviewed in accordance with the process. If qualified, additional firms will be offered the Master Agreement. Approval of a Master Agreement does not guarantee a contractor any minimum amount of work.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommendations will ensure the continued provision of prosthetic and orthotic appliance services, on an as-needed basis, to meet critical patient needs at DHS facilities.

The Honorable Board of Supervisors February 3, 2009 Page 4

CONCLUSION

When approved, DHS requires three signed copies of the Board's action.

Respectfully submitted,

John F. Schunhoff, Ph D.

Interim Director

JFS:jca

Attachments (3)

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors

Prosthetic & Orthotic BL

PROSTHETIC AND ORTHOTIC APPLIANCE SERVICES

QUALIFIED VENDORS

1. 8374 Corporation DBA

Lerman and Son

8710 Wilshire Boulevard

Beverly Hills, CA 90211

Contact:

Denise Leiter, Vice President

Phone:

(310) 659-2290

Fax:

(310) 659-5849

Email:

Leiter@aol.com

2. Dynamic Orthotics and Prosthetics, Inc.

1830 West Olympic Boulevard, #123

Los Angeles, CA 90006

Contact:

Peter J. Sean, Chief Executive Officer,

Certified Orthotist Prosthetist

Phone:

(213) 383-9212

Fax:

(213) 383-6421

Email:

dynamics.inc@gmail.com

3. Hanger Prosthetics & Orthotics West, Inc.

4155 East La Palma Avenue, B400

Anaheim, CA 92807

Contact:

Richard Taylor, President

Phone:

(714) 996-9500,

Fax:

(714) 961-2182

Email:

cconti@hanger.com llines@hanger.com

4. Performance Prosthetic Orthotic Center Inc. DBA

Performance Prosthetics and Orthotics Specialists

2820 Santa Monica Boulevard

Santa Monica, CA 90404

Contact:

Albert Rappoport, President

Phone:

(310) 829-2322

Fax:

(310) 315-3634

Email:

ppos@speakeasy.net

5. Valley Institute of Prosthetics and Orthotics, Inc.

1524 21st Street, Suite B

Bakersfield, CA 93301

Contact:

Siri-Ved Khalsa, Administrator

Phone:

(661) 322-1005

Fax:

(661) 322-0528

(323) 721-6746

Email:

skhalsa@vipoinc.com

6. Alpha Orthopedic Appliance Company, Inc.

5940 East Washington Boulevard

Commerce, CA 90040

Contact:

Mark S Yamada, President

Phone:

(323) 721-6706 Fax:

Email: <u>alpha3859@sbcglobal.net</u>

PROSTHETIC AND ORTHOTIC APPLIANCE SERVICES

ESTIMATED ANNUAL COUNTY COST Effective March 1, 2009

Harbor-UCLA Medical Center	\$	530,792
High Desert Health System	·	39,000
LAC+USC Healthcare Network		1,245,000
Martin Luther King, Jr. Multi-Service Ambulatory Care Center		251,000
Olive View/UCLA Medical Center		245,000
Rancho Los Amigos National Rehabilitation Center		600,000
Hubert H. Humphrey Comprehensive Health Center	. <u></u>	43,000
TOTAL =	\$	2,953,792

Prostetic & Othotic Attachment II